STAND. COM. REP. NO. 606

Honolulu, Hawaii

MAR 0 5 2015

RE: S.B. No. 508 S.D. 1

Honorable Donna Mercado Kim President of the Senate Twenty-Eighth State Legislature Regular Session of 2015 State of Hawaii

Madam:

Your Committee on Judiciary and Labor, to which was referred S.B. No. 508 entitled:

"A BILL FOR AN ACT RELATING TO CAMPAIGN FINANCE,"

begs leave to report as follows:

The purpose and intent of this measure is to require noncandidate committee preliminary reports to be filed on October 1 of a general election year rather than ten days prior to the general election.

Your Committee received testimony in support of this measure from Common Cause Hawaii and two individuals. Your Committee received comments on this measure from the Campaign Spending Commission.

Your Committee finds that existing law requires noncandidate committees to file preliminary reports ten days prior to the general election. However, with the increased use of absentee voting, including mail-in absentee ballots that are cast well before the ten day filing deadline, voters do not have access to the amount of money noncandidate committees spend on ballot initiatives or opposing or supporting candidates. This measure educates voters by requiring an earlier filing deadline for preliminary reports that disclose noncandidate committee expenditures.

Your Committee notes the written testimony received by Common Cause Hawaii that campaign spending by noncandidate committees



increases just days prior to the general election. Thus, without retaining the filing deadline of ten calendar days prior to the general election, no public disclosure of campaign spending by noncandidate committees will be available between October 1 and a date well after the general election. As such, your Committee believes that adding the October 1 filing deadline date to section 11-336, Hawaii Revised Statutes, as a new reporting requirement rather than as a replacement to the filing deadline of ten calendar days prior to the general election will provide better transparency regarding noncandidate committee campaign spending.

Your Committee has amended this measure by:

- (1) Adopting the language suggested by Common Cause Hawaii to reinstate the preliminary report filing deadline of ten calendar days prior to the general election, so that the October 1 filing deadline will be in addition to the filing deadline of ten calendar days prior to the general election;
- (2) Inserting an effective date of January 7, 2059, to encourage further discussion; and
- (3) Making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the record of votes of the members of your Committee on Judiciary and Labor that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 508, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 508, S.D. 1, and be placed on the calendar for Third Reading.

Respectfully submitted on behalf of the members of the Committee on Judiciary and Labor,

GILBERT S.C. KEITH-AGARAN, Chair

The Senate Twenty-Eighth Legislature State of Hawaiʻi

Record of Votes Committee on Judiciary and Labor JDL

Bill / Resolution No.:*	Committee Referral:		Dat	Date: /	
SB 508	JDL			0/6/15	
The Committee is reconsidering its previous decision on this measure.					
If so, then the previous decision was to:					
The Recommendation is:					
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313					
Members		Aye	Aye (WR)	Nay	Excused
KEITH-AGARAN, Gilbert S.C. (C)					
SHIMABUKURO, Maile S.L. (VC)					
ESPERO, Will		/			
GABBARD, Mike					
IHARA, Jr., Les					
THIELEN, Laura H.					
SLOM, Sam					
· · · · · · · · · · · · · · · · · · ·					
TOTAL					
		<u> </u>			0
Recommendation: Adopted Not Adopted					
Chair's or Designee's Signature:					
Distribution: Original File with Committee Re	Yellow eport Clerk's Office		Pink Goldenrod Drafting Agency Committee File Copy		

*Only one measure per Record of Votes